

EXHIBIT

**JAMES BRUCE**  
ATTORNEY AT LAW

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SANTA FE, NEW MEXICO 87504

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SANTA FE, NEW MEXICO 87501

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[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

February 15, 2019

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of applications for compulsory pooling, filed with the New Mexico Oil Conservation Division by Kaiser-Francis Oil Company, regarding:

1. Two Bone Spring wells in the W/2SW/4 of Section 31, Township 25 South, Range 33 East, NMPM, and the W/2W/2 of Section 6, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico;
2. Two Bone Spring wells in the E/2SW/4 of Section 31, Township 25 South, Range 33 East, NMPM, and the E/2W/2 of Section 6, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico;
3. A Wolfcamp well in the W/2SW/4 of Section 31, Township 25 South, Range 33 East, NMPM, and the W/2W/2 of Section 6, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico; and
4. A Wolf camp well in the E/2SW/4 of Section 31, Township 25 South, Range 33 East, NMPM, and the E/2W/2 of Section 6, Township 26 South, Range 33 East, NMPM, Lea County, New Mexico;

These matters are scheduled for hearing at 8:15 a.m. on Thursday, March 7, 2019, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters at a later date.

ATTACHMENT **A**

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Thursday, February 28, 2019. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and his or her attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing.

Very truly yours,

A handwritten signature in cursive script that reads "James Bruce". The signature is written in dark ink and is positioned above the printed name.

James Bruce

Attorney for Kaiser-Francis Oil Company

EXHIBIT A

Atlas OBO Energy, LP  
15603 Kuykendahl Road, Suite 200  
Houston, TX 77090-3655

Atlas OBO Energy, LP  
3501 Allen Parkway  
Houston, TX 77019

Royalty Clearinghouse 2003, LLC.  
201 West 5<sup>th</sup> Street, Suite 1350  
Austin, TX 78701-3090

West Texas Gas, Inc.  
D/B/A WTG Exploration Inc.  
401 West Wadley Avenue  
Midland, TX 79705-5339

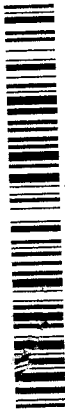


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- Complete items 1, 2, and 3.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Atlas OBO Energy, LP  
3501 Allen Parkway  
Houston, TX 77019



9590 9402 4368 8190 0160 20

2. Article 7018 2290 0000 3423 1237  
PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt

K-RH

COMPLETE THIS SECTION ON DELIVERY

- A. Signature ☒ Agent ☐ Addressee  
B. Received by (Printed Name) Chris R  
C. Date of Delivery 19 Feb 19  
D. Is delivery address different from item 1? ☐ Yes ☐ No  
If YES, enter delivery address below:

3. Service Type  
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☒ Certified Mail®  
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Sent To Atlas OBO Energy, LP  
3501 Allen Parkway  
Houston, TX 77019  
City, State, ZIP+4®

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

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Sent To Atlas OBO Energy, LP  
15603 Kuykendahl Road, Suite 200  
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# Advertising Invoice

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SANTA FE, NM 87504

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Phone: (505)982-2043  
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BOLD bold					1.00
07 07 Daily News-Sun	02/20/2019	02/20/2019	1	87.12	87.12

EXHIBIT

3

## Ad Text:

LEGAL NOTICE  
FEBRUARY 20, 2019

To: Atlas OBO Energy LP, Royalty Clearinghouse 2003 LLC, West Texas Gas Inc., and WTG Exploration Inc., or your successors or assigns: Kaiser-Francis Oil Company has filed the following applications with the New Mexico Oil Conservation Division seeking orders pooling:

(i) All mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of Lots 3 and 4 (the W/2SW/4) of Section 31, Township 25 South, Range 33 East, N.M.P.M. and Lots 1-

## Payment Reference:

Total: 94.37  
Tax: 6.43  
Net: 100.80  
Prepaid: 0.00

Total Due 100.80

**LEGAL NOTICE  
FEBRUARY 20, 2019**

To: Atlas OBO Energy LP, Royalty Clearinghouse 2003 LLC, West Texas Gas Inc., and WTG Exploration Inc., or your successors or assigns: Kaiser-Francis Oil Company has filed the following applications with the New Mexico Oil Conservation Division seeking orders pooling:

(i) All mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of Lots 3 and 4 (the W/2SW/4) of Section 31, Township 25 South, Range 33 East, N.M.P.M. and Lots 1-4 (the W/2W/2) of Section 6, Township 26 South, Range 33 East, N.M.P.M. The unit will be dedicated to the Red Hills Well Nos. 002H and 102H, with first take points in Lot 3 of Section 31 and final take points in Lot 4 of Section 6;

(ii) All mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2SW/4 of Section 31, Township 25 South, Range 33 East, N.M.P.M. and the E/2W/2 of Section 6, Township 26 South, Range 33 East, N.M.P.M. The unit will be dedicated to the Red Hills Well Nos. 003H and 103H, with first take points in the NE/4SW/4 of Section 31 and final take points in the SE/4SW/4 of Section 6;

(iii) All mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of Lots 3 and 4 (the W/2SW/4) of Section 31, Township 25 South, Range 33 East, N.M.P.M. and Lots 1-4 (the W/2W/2) of Section 6, Township 26 South, Range 33 East, N.M.P.M. The unit will be dedicated to the Red Hills Well No. 402H, with a first take point in Lot 3 of Section 31 and a final take point in Lot 4 of Section 6; and

(iv) All mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of E/2SW/4 of Section 31, Township 25 South, Range 33 East, N.M.P.M. and the E/2W/2 of Section 6, Township 26 South, Range 33 East, N.M.P.M. The unit will be dedicated to the Red Hills Well No. 403H, with a first take point in the NE/4SW/4 of Section 31 and a final take point in the SE/4SW/4 of Section 6.

Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells and a 200% charge for the risk involved in drilling and completing the wells. The applications are scheduled to be heard at 8:15 a.m. on Thursday, March 7, 2019 at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. As an interest owner in the well units, you have the right to enter an appearance and participate in the case. Failure to appear will preclude you from contesting this matter at a later date. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504. The units are located approximately 24 miles west of Bennett, New Mexico.

**#33762**